

**Local Mandate Fiscal Impact Estimate
Kentucky Legislative Research Commission
2017 Regular Session**

Part I: Measure Information

Bill Request #: 1070

Bill #: SB 182

Bill Subject/Title: AN ACT relating to local government procurement.

Sponsor: Wil Schroeder

Unit of Government: x City County Urban-County
 x Charter County Consolidated Local Unified Local
Government

Office(s) Impacted: _____

Requirement: x Mandatory x Optional

Effect on
Powers & Duties: x Modifies Existing Adds New Eliminates Existing

Part II: Purpose and Mechanics

Relating to storm water and sewer contracting, SB 182 adds the following to the list of conditions under which a local public agency may contract or purchase through noncompetitive negotiation:

- The contract is with a private real estate developer and contains a requirement
 - that the developer increase the size or otherwise improve the collection capacity of the sanitary sewer or storm water pipe serving the affected private real estate development; and
 - the local public agency pays only the proportional cost of increasing the size, or otherwise improving the collection capacity, of the sanitary sewer or storm water pipe over the original collection capacity.

Part III: Fiscal Explanation, Bill Provisions, and Estimated Cost

The fiscal impact of SB 182 is indeterminate and minimal.

For local governments operating under local model procurement codes this may simplify and expedite bidding processes.

About 30 percent of cities have adopted the model procurement code, thus this legislation would only apply to those cities. However, almost half of the cities with a population of 8,000 or above have adopted the model procurement code.

Data Source(s): Kentucky Association of counties; Kentucky League of Cities

Preparer: H. Marks **Reviewer:** KHC **Date:** 2/15/17